AMENDED IN ASSEMBLY JULY 15, 1999 AMENDED IN SENATE APRIL 15, 1999

SENATE BILL

No. 192

Introduced by Senator Perata

January 19, 1999

An act to amend Section 13480 of the Business and Professions Code, relating to gasoline, and declaring the urgency thereof, to take effect immediately.—An act to add Section 43013.1 to the Health and Safety Code, relating to gasoline.

LEGISLATIVE COUNSEL'S DIGEST

- SB 192, as amended, Perata. Gasoline.
- (1) Existing law makes it unlawful to sell specified petroleum products unless a sign or label is posted, as prescribed, that contains specified information relating to the product and its contents.

This bill would additionally make it unlawful to sell motor fuel that contains at least 1.1% by weight methyl tertiary butyl ether (MTBE) unless a sign or label is displayed that states, "Contains MTBE. The State of California has determined that the use of this chemical presents a significant risk to the environment." The bill would prescribe measurement requirements for the sign or label and would require the sign or label to be displayed within 60 days after the operative date of the bill. By creating a new crime, the bill would impose a state mandated local program. Existing law authorizes the State Air Resources Board, among other things, to adopt and

SB 192 — 2 —

implement motor vehicle fuel specifications for the control of air contaminants and sources of air pollution.

This bill would prohibit a gasoline refiner, blender, or importer from producing for sale within the state, gasoline that contains methyl tertiary butyl ether (MTBE) in amounts that exceed specified limits. The bill would provide that in no event may gasoline sold in the state contain more than 11% by volume of MTBE. Because other provisions of existing law would make a violation of these provisions a crime, the bill would impose a state-mandated local program.

(2) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

(3) This bill would declare that it is to take effect immediately as an urgency statute.

Vote: $\frac{2}{3}$ majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

SECTION 1. Section 13480 of the Business and

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- 2 SECTION 1. Section 43013.1 is added to the Health 3 and Safety Code, to read:
- 4 43013.1. (a) No gasoline refiner, blender, or importer 5 shall produce for sale within this state gasoline that 6 contains methyl tertiary butyl ether (MTBE) in an

amount that exceeds the amounts specified as follows:

- 8 (1) On or before December 31, 2000, the amount of 9 MTBE that gasoline may contain shall be an amount 10 equal to or less than two-thirds of the amount authorized 11 for use in gasoline on January 1, 2000.
- 12 (2) From January 1, 2001, to December 31, 2001, 13 inclusive, the amount of MTBE that gasoline may contain 14 shall be an amount equal to or less than one-third of the 15 amount authorized for use in gasoline on January 1, 2000.
- 16 (3) On and after January 1, 2002, gasoline containing 17 MTBE may not be sold in this state.

3 SB 192

(b) For purposes of calculating the amount of MTBE that gasoline may contain pursuant to subdivision (a), the state board shall determine the amount of MTBE authorized for use in gasoline on January 1, 2000.

(c) In no event may gasoline sold in this state contain more than 11 percent by volume of MTBE. Professions Code is amended to read:

13480. (a) It is unlawful for any person to sell any petroleum product referred to in this chapter at any place where petroleum products are kept or stored for sale, unless there is affixed to each container, receptacle, pump, dispenser, and inlet end of the fill pipe of each underground storage tank, from which or into which that product is drawn or poured out for sale or delivery, a sign or label plainly visible consisting of the name of the product, the brand, trademark, or trade name of the product, and, in the case of engine fuel and kerosene, the grade or brand name designation.

- (b) When the product is oil, as defined by Section 13401, each sign or label shall also have in letters or numerals, plainly visible, the viscosity grade classification as determined in accordance with the Society of Automotive Engineers (SAE) latest standard for engine oil viscosity classification SAE J300 or manual transmission and axle lubricants viscosity classification SAE J306, as applicable, and shall be preceded by the letters "SAE."
- (c) When the product is automotive spark-ignition engine fuel, except M-85 and M-100 methanol fuel, there shall be conspicuously displayed on the dispensing device at least one sign or label showing the minimum octane number or antiknock index, as defined in Section 13403, of the product sold therefrom.
- (d) (1) When the product is a motor fuel that contains at least 1.1 percent by weight methyl tertiary butyl ether (MTBE), there shall be conspicuously displayed on the dispensing device at each retail outlet at which the gasoline is sold or offered for sale to the general public for use in motor vehicles, at least one sign or label stating, "Contains MTBE. The State of California has determined

SB 192 — 4—

1 that the use of this chemical presents a significant risk to 2 the environment."

- (2) Upon request of the gasoline retailer, the sign or label for each dispensing device required by paragraph (1) shall be provided to the retailer at no cost by the producer of the gasoline.
- (3) The sign or label shall measure six and one-half inches in length by four inches in height. The sign or label shall be bold in type, consisting of letters not less than 28 points in height with a stroke of not less than one-eighth inch, and shall use black ink on a white background. However, the term "MTBE" shall be in bold type and consist of letters not less than 72 points in height, and shall be printed in red ink on a white background.
- (4) The placement of a label or sign at each retail outlet at which the gasoline is sold or offered for sale, as required by paragraph (1), shall be completed within 60 days after the operative date this section.
- (e) When the product is a motor fuel consisting of a mixture or premixture of gasoline and oil or gasoline-oxygenate blend and motor oil, there shall be conspicuously displayed on the dispensing device at least one sign or label stating the ratio of gasoline to motor oil or gasoline-oxygenate blend to motor oil.
- (f) All signs or labels required by this section for retail motor fuel dispensers and containers of more than one gallon capacity shall be in letters and numerals not less than one-half inch (12.70 mm) in height. On containers of one gallon or less, the signs or labels shall be in letters and numerals not less than one-fourth inch (6.35 mm) in height and one-sixteenth inch (1.59 mm) in width.
- (g) The provisions of this section pertaining to octane numbers or antiknock index and motor oil SAE viscosity number grade shall not apply to products sold for aviation purposes.
- (h) This section shall apply, with respect to thinners or solvents, only to the sale, delivery, or offer for sale of the products through service stations, garages, and other retail outlets.

—5— SB 192

1 SEC. 2. No reimbursement is required by this act pursuant to Section 6 of Article XIII B of the California Constitution because the only costs that may be incurred 4 by a local agency or school district will be incurred 5 because this act creates a new crime or infraction, 6 eliminates a crime or infraction, or changes the penalty for a crime or infraction, within the meaning of Section 17556 of the Government Code, or changes the definition of a crime within the meaning of Section 6 of Article 10 XIII B of the California Constitution.

SEC. 3. This act is an urgency statute necessary for the 12 immediate preservation of the public peace, health, or safety within the meaning of Article IV of the 14 Constitution and shall go into immediate effect. The facts constituting the necessity are:

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In order to protect public health, it is necessary for this act to take effect immediately.